



Board Meeting October 17, 2013

Meeting Location: 10873 S. Bacchus Hwy (U-111) South Jordan, UT 84095

Attending:

Dave Newton, Vice Chairman – West Jordan City

Brent Bennett – Riverton City

Paul Browning – Sandy City

Russ Kakala – Murray City

Alan Summerhays – Draper City

Steve Siddoway – Draper City

James Scott – Treasurer

Brenda Bingham - Secretary

Also Attending:

Dwayne Woolley – General Manager

Steve Elms – Board Auditor

Aaron Sainsbury, South Jordan – entered at 8:04 a.m.

Craig Hall - Counsel

Teresa Gray – SLCoHD (came in after verbal roll call)

Not Attending:

Midvale City

South Jordan City (Voting Member)

Absent:

Kane Loader, Chairman – Midvale

James Scott - Treasurer

1 & 2 Welcome, Roll Call and Approval of August 2013 Meeting Minutes

Dave Newton called the meeting to order at 7:30 a.m. Roll call was taken and those present are listed above.

Dave excused Kane Loader and noted that he will be conducting the meeting. A call for any changes or comments to the August 2013 Meeting Minutes was given. No changes were requested.

Russ Kakala made a motion to approve the August 2013 Meeting Minutes and *Brent Bennett* seconded the motion. The motion passed unanimously.

3 Treasurer's Report

Dwayne Woolley reported in James Scott's absence.

Financial Reports – Dwayne reviewed the September 2013 Financial Reports. Currently we are ahead of budget in income which is what is expected as we finish the summer season. All expenses are where we expect them to be at this point. The higher expenses shown on Heavy Equipment Parts line item was for the planned re-build of the D9 Dozer. We should still be fine within this budget with our routine maintenance if we don't have any surprises. Dwayne also reviewed the Supplemental Report. Our new IT (Loader) will be delivered this Friday and will show on next month's report. In addition, cell closure is at 99% of budget. Dwayne noted that \$6,000 in QA/QC expenses for the cell closure was charged to engineering but should have been charged to cell closure.

When it is transferred to cell closure we will be about \$5,000 over on a \$1,000,000 budget. The project is done but we are still finishing the dirt capping in house. A refund will be coming on the capital portion of the drilling of wells from Granger Energy. This refund is due to the early drilling of six wells at Grangers request so during this project the duplicate drilling of those wells to reach the bottom will be paid for by Granger. No questions were asked on the financials.

Audit Letter / Auditor – A copy of the Auditor’s letter was already sent to each of the member cities with an electronic copy sent to each board member. It has all the traditional wording such as “no substantial changes” were made. Extra hard copies were available for anyone interested. During the audit some issues arose between James Scott and our assigned auditor. Dwayne believes that it comes down to a personality conflict. The auditor firm would like to maintain the same auditor assigned to us as it costs a lot of money and time to get someone new up to speed. Dwayne and Steve (Elms) will talk more about the situation but at this time recommends that we do not make any changes.

Employee Reimbursements – Dwayne reviewed that we have been processing employee reimbursements through payroll over the past few years at the Board’s direction. Now with the new transparency rules some cities have changed to processing reimbursements through payables. One issue with processing through payables is having the employees address on file in another place that is not necessary. Discussion was held regarding logistics of payables. It was decided if we do process reimbursements through AP that we will put on the system the employees name with a note that the address resides in the Human Resources file.

4 Legal Issues

Craig Hall reported on the following:

Air Quality – Craig spoke about the discussion in the Governor’s office regarding air quality and possible solutions. They are primarily looking at winter time inversions but we need to pay close attention to how the situation may come back to affect operations. Dwayne said that even if a double restriction is applied to landfills it produces such a small improvement in quality that it doesn’t make sense.

Legislative Breakfast – The date of the annual legislative breakfast was discussed and January 9, 2014 at 8:00 a.m. was chosen. This date still allows for time to meet with officials before the session begins on January 27th as well as helps with the timing of any new officials starting their terms on January 1st.

NURLA Update – Craig reported on the status of the NURLA organization and Trans-Jordan joining the group. NURLA will be changing their name and expanding the scope of their current organization. A draft is in process with a target date of adoption in November or December with an official start date in January 2014.

North Pointe Update / Interlocal Agreement Changes – Craig spoke about North Pointe’s situation as some of their member entities have decided for economic reasons to not use the transfer station and have started to direct haul to a landfill. Due to these issues which affect the ability to plan for the future they are in the process of amending their agreement to include penalties if you leave and if you come back to North Pointe. Craig said that Trans-Jordan may want to consider looking at a similar change to our organization now as we are not sure what the future will bring with new situations. If a change is entertained ahead of the time it allows everyone to participate in the discussion.

Winter Social – Craig invited the Board over to his residence for a Winter Social on January 24, 2014. Board members are encouraged to put the date on their calendars and an invite with additional details will be sent out in January.

5 General Manager’s Report

Dwayne Woolley reported on the following:

Sandy City Update – Paul said that they are in the process of having a geotechnical and engineering study

79 conducted. Rick was going to have NAVITUS come to address the Board but it was postponed and is hoping to
80 have them on the agenda in November. Dave asked if ICM is still involved in the project because he visited with
81 them at WASTECON and they indicated they were no longer associated with NAVITUS. Paul did confirm that
82 ICM is not part of the project and that another company is now involved.

83 WASTECON Report – Those who attended the conference gave a report on the trade show, tour, and sessions.
84 Dave said that he spent a lot of time with people speaking about gasification. It does seem to be a viable
85 process but the question comes down to quantity and cost as no one is currently doing the volume of waste that
86 is projected at the Sandy project. In addition, the cost for the two companies that Dave spoke with is running at
87 \$75 and \$83 a ton. The question is if the \$10 a ton that is promoted with the Sandy project is actually possible.
88 Paul said that the \$10 cost comes from the recycling of material and sale of energy. Dwayne noted that the
89 other companies also have those components. The Board agreed that it is good for new technologies to come
90 about and that everyone is hoping that it can be done at the announced price. Dwayne and Dave are attending
91 a conference on new technologies in November and will report back in the next meeting.

92 PCC Failure – Dwayne spoke about the current issues with the Public Convenience Center (PCC). The
93 construction of the PCC was ½ on old landfill and ½ on virgin land. We have a total of 10 bays for trash bins and
94 currently we have 1 ½ bays closed because the PCC has settled 2 ½ feet from one end to the other. It is still
95 functional but there is a failure in the wall which we need to make modifications to help ensure the wall is safe.
96 It will cost around \$25,000 to fix the wall and fill the void that we have found. We don't believe that we will
97 need to increase the budget for this fix but we wanted the Board to know.

98 KUC Water Report – Dwayne reviewed the meeting he attended on the five year review of the KUC water clean-
99 up. Everything is going as planned and the EPA is very content on the progress. The situation affects Trans-
100 Jordan because Kennecott has taken all the water from underneath the landfill so we cannot conduct our
101 required tests. We have an agreement with the State because of this situation and it does not negatively affect
102 our permit.

103 ULGT Dividend – We received a dividend from ULGT for liability insurance. This is the first time we have received
104 this dividend and we are putting the money back to liability. WCF also gives a dividend back which we partially
105 use to provide safety gifts.

106 HHW Canopy – Another canopy has been installed in the HHW area. The addition doubles the covered area.
107 The extension was put into place to help with the acceptance of CSQG (Conditionally Exempt Small Quantity
108 Generators) waste. We are waiting for the forklift to arrive before we start accepting this waste by
109 appointment. The forklift was purchased by SLCoHD. Teresa Gray said that due to the request of two major
110 landfills the fees collected will be placed into a dedicated account so that if there are any funds remaining each
111 year they will roll over for use in the HHW Program. Russ asked if a location for the new facility has been
112 located. Teresa said that they still are working on it.

113 Verizon Cell Tower – Verizon has approached us again regarding the placement of a cell tower on our property.
114 The contract that is being looked at is \$15,000 a year which they suggest is consistent with how much the cities
115 receive for cell towers. In order to install the cell tower we need to get rid of the water tank. In the past we
116 tried to sell the tank but it is an item that requires more expense to move than to buy a new one. We are
117 revisiting the demolition bids and will keep everyone updated.

118 City Waste Summary – Dwayne passed out a summary of the member cities waste information. When one
119 comparing items on the summary, remember that some items are not directly comparable such as the cost of
120 transporting waste from an east bench city rather than a west bench city.

121 University of Utah – The University of Utah now has a SODAR system which is a sonar system measuring the air
122 flow up to 300 feet above the ground. They would like to test the unit here. Dwayne has given permission to

perform the test as long as we are ok with how it works. The unit makes a “ping” which may cause a nuisance in which case the agreement is that we can stop the test.

SLVSWMF Rate Change – SLVSWMF has approved a new rate structure. It is more than what was previously proposed. The new rates will be \$31 a ton at the landfill and \$35 a ton at the transfer station (\$31 for their member cities at the transfer station). The Board previously discussed raising our rates if SLVSWMF approved a rate increase. Dwayne is recommending we now increase to the previously discussed \$28 per ton (\$14 per ton member city rate). The SLCoHD fee increase will start in January. Alan thought that this action was already approved by the board. Dwayne said that we did initially approve it but postponed until January 2014 depending on what SLVSWMF decided to do. The line of where people will not bring trash here instead of SLVSWMF because of price will move and we anticipate that we will receive additional waste due to the fee difference. Ace has started direct haul to IRL with some of their waste. Dwayne doesn’t want to increase more than \$28 because he fears that will jeopardize our commercial base, but receiving too much trash due to the price difference may bring in too much trash shortening our lifespan. Right now we should raise the rates to \$28 and evaluate how much extra waste that might generate and decide if we need to make additional adjustments. A resolution approving the new rate structure will be on the agenda for November.

SLVSWMF Review Committee – Dwayne has been asked to sit on a committee to review an RFP regarding SLVSWMF operations. In conversations with Kane and Craig regarding this action there were mixed opinions. Kane believes that it is a good opportunity and Craig felt that it could be viewed negatively. Alan noted that if problems arise he can recues himself. Dwayne noted that there are parts of the study that we can benefit from by being involved. Dwayne will be participating on the committee and will keep the board apprised.

Drug and Alcohol Policy – A brief summary of changes to the revised policy was discussed with the Board. An electronic copy has been sent out to the Board for review. The Board received two copies, one with integrated procedures and one without. One item discussed was the change in the alcohol limit from .04 to .02 which some members did not agree with the action. Dwayne said he was open to this discussion. Another item that discussed was with a change to immediate termination if an employee is caught substituting or adulterating the sample as well as the change to leave without pay once a positive test is received (while the disciplinary proceedings occur). Craig requested the policy be sent to member city attorneys for input on procedure and not policy.

November Meeting Dutch Oven Breakfast – In November Craig will be making Dutch oven breakfast for the meeting so come hungry.

No other business was discussed.

Russ Kakala made a motion to adjourn the meeting and *Paul Browning* seconded the motion. The meeting adjourned at 9:06 a.m.